

UNIFIED SCHOOL DISTRICT NO. 387

Altoona, Kansas

Financial Statements  
and  
Supplemental Information  
with

Report of Independent Auditors

For the Year Ended June 30, 2014

Unified School District No. 387  
Altoona, Kansas  
Special Financial Statements  
For the Fiscal Year Ended June 30, 2014

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## INDEPENDENT AUDITORS' REPORT

Board of Education  
Unified School District No. 387  
Altoona, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 387, Altoona, Kansas, as of and for the year ended June 30, 2014, and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statement*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the Kansas Municipal Audit and Accounting Guide as described in Note 1 to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the Kansas Municipal Audit and Accounting Guide. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 387, Altoona, Kansas, to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

*Adverse Opinion on U.S. Generally Accepted Accounting Principles*

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 387, Altoona, Kansas, as of June 30, 2014, or changes in financial position and cash flows thereof for the year then ended.

*Opinion on Regulatory Basis of Accounting*

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 387, Altoona, Kansas, as of June 30, 2014, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the Kansas Municipal Audit and Accounting Guide described in Note 1.

*Report on Supplementary Information*

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the Kansas Municipal Audit and Accounting Guide. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

*Prior Year Comparative Analysis*

The 2013 Actual columns presented in the individual fund schedules of cash receipts and expenditures actual and budget (Schedule 2 as listed in the table of contents) is also presented for comparative analysis and is not a required part of the June 30, 2014 financial statement upon which we rendered an unqualified opinion dated June 22, 2015. The 2013 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management Analysis and Standards. Such 2013 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 financial statement. The 2013 comparative information was subjected to the auditing procedures applied in the audit of the 2013 financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2013 financial statement or to the 2013 financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2013 comparative information is fairly stated in all material respects in relation to the 2013 financial statement as a whole, on the basis of accounting described in Note 1.

*Restricted Use*

This report is intended solely for the information and use of the governing body and management of Unified School District No. 387, and for filing with the Kansas Department of Education, the Kansas Department of Administration, the cognizant federal agency, and other federal audit agencies. This restriction is not intended to limit distribution of this report, which is a matter of public record.

Respectfully Submitted,

*Schlatterbeck and Burns, LLC*

June 22, 2015

Unified School District No. 387  
Summary of Receipts, Expenditures, and Unencumbered Cash  
Regulatory Basis  
For the Year Ended June 30, 2014

		Beginning Unencumbered Cash Balance	Beginning Balance Adjustment	Cash Receipts	Expenditures	Ending Unencumbered Cash Balance	Outstanding Encumbrances and Accounts Payable	Ending Cash Balance
<b>Governmental Type Funds:</b>								
General	(2)	\$ 104	18,761	1,906,428	1,899,112	26,181	42,575	68,756
Supplemental General	(2)	98,901	1,131	519,286	607,400	11,918	38,199	50,117
<b>Special Purpose:</b>								
At Risk (4 Year Old)		39,798		23,001	24,714	38,085		38,085
At Risk (K-12)		100,101		181,999	169,486	112,614		112,614
Capital Outlay		581,277		95,641	61,299	615,619	208	615,827
Driver Training		12,972		5,910	819	18,063		18,063
Food Service	(2)	50,187	37	128,313	138,165	40,372	871	41,243
Professional Development		23,819		10,001	2,666	31,154	30	31,184
Special Education		256,292		313,418	337,547	232,163		232,163
Vocational Education		78,831		12,247	31,962	59,116	71	59,187
Gifts and Grants		6,870		368	1,313	5,925	1,094	7,019
KPERS Special Retirement Contribution				135,534	135,534			
Contingency Reserve		177,868		40,000	60,265	157,603		157,603
Textbook Rental				5,973		5,973		5,973
21st Century Community Learning Centers		1				1		1
Rural Education Achievement Program				4,352	4,352			
Low Income ESEA (Title I)	(2)	( 6,490)	224	75,601	70,793	( 1,458)	2,286	828
Improving Teacher Quality (Title II-A)		( 1,163)		23,570	22,990	( 583)	2,728	2,145
Concurrent Classes				3,800	3,838	( 38)		( 38)
Gate Receipts		901		6,503	6,124	1,280		1,280
Special Projects		1,133		7,833	6,559	2,407		2,407
Total Primary Government (1)		<u>1,421,402</u>	<u>20,153</u>	<u>3,499,778</u>	<u>3,584,938</u>	<u>1,356,395</u>	<u>88,062</u>	<u>1,444,457</u>
<b>Composition of Cash:</b>								
Cash and Cash Items on Hand								240
Demand Deposits								1,305,167
Due from St of Ks (Recognized per KSA 10-1116a)								154,082
Less: Agency Funds							( 15,038)	
Adjustment for Rounding								6
Total Primary Government (1)								<u>1,444,457</u>

(1) Excluding Agency Funds  
(2) Beg Bal Adjust - Prior Year Encumbrances Cancelled

Unified School District No. 387  
Buffalo, Kansas  
Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2014

**Note 1**     **Summary of Significant Accounting Policies**

**A.     Reporting Entity**

*Principles Used in Determining Scope of Entity*

Altoona-Midway Unified School District No. 387 is a municipal corporation governed by an elected seven-member board. This financial statement presents Altoona-Midway Unified School District No. 387 as a primary government only. The school district has waived the application of accounting principles generally accepted in the United States of America and as such, has not included any component units in these financial statements.

**B.     Basis of Presentation**

A fund is defined as an independent fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and residual equities or balances and changes therein, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The following Regulatory Basis Fund Types comprise the financial activities of the School for the year of 2014:

General fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources that are intended for specified purposes.

Trust fund – funds used to report assets held in trust for the benefit of the municipal financial reporting entity.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

**C.     Basis of Accounting**

*Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America.*

The Kansas Municipal Accounting and Audit Guide regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The Kansas Municipal Accounting and Audit Guide regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The School has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the School to use the regulatory basis of accounting.

**D.     Budgets**

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business



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funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no budget amendments during the year ended June 30, 2014.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the School for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for capital project funds, fiduciary funds, permanent funds and the following special revenue funds of the School:

ESEA Low Income Title I Fund	Improving Teacher Quality Grant Fund
Concurrent Classes	Rural Education Achievement Program
Technology Literacy Grant Fund	Gate Receipts Fund
Special Projects Fund	

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

**E. Assets, Liabilities, and Fund Equity**

*Cash*

To facilitate better management of the District's cash resources, excess cash is combined in pooled operating accounts. Each fund's portion of total cash is based on its equity in the pooled cash amount. Cash in excess of current operating needs is invested on a pooled investment basis and earnings thereon are credited to the special revenue funds designated by Kansas statutes.

*Property Taxes and Other Receivables*

Collection of current year property tax by the County Treasurer is not completed, apportioned nor distributed to the various subdivisions until the succeeding year, such procedure being in conformity with governing state statutes.

It is not practicable to apportion delinquent taxes held by the County Treasurer at the end of the audit period and further, the amounts thereof are not material in relationship to the financial statements taken as a whole.

Unified School District No. 387  
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Notes to Financial Statements  
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**F. Revenues and Expenditures**

*Property Tax Revenue Recognition*

Property taxes become a lien against all property November 1st. Taxpayers have the option of paying in full or in two installments. The delinquency dates are December 20th and May 10th. Delinquent taxes are assessed interest at 12% per annum. This interest is retained by the county.

Taxes levied to finance the budget are made available to the School after January 1st and are distributed by the county treasurer approximately every month and a half. At least 50% of the taxes levied are available in January.

*Reimbursed Expenses*

Reimbursed expenses are defined as repayments of amounts remitted on behalf of another party. All reimbursed expenses shown in the financial statements meet the following criteria: 1) the related disbursement was made in the current year on behalf of the payee, 2) the item paid for was directly identifiable as having been used by or provided to the payee, and 3) the amount of the reimbursed expense was directly tied to the amount of the original cash disbursement.

*Interfund Transactions*

Quasi-external transactions are accounted for as revenue, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers. Non-recurring or non-routine permanent transfers of equity are reported as residual equity transfers. All other interfund transfers are reported as operating transfers.

**Note 2 Detail Notes on All Funds and Account Groups**

**A. Assets:**

Deposits and Investments

K.S.A. 9-1401 establishes the depositories that may be used by the school district. The statute requires banks eligible to hold the school district's funds to have a main or branch bank in the school district and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The school district has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 allows the School district to invest idle funds in time deposit-open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The school district has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the school district may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk – deposits.* Custodial credit risk is the risk that in the event of a bank failure, the school district's deposits may not be returned to it. State statutes require the school district's deposits in financial institutions to be entirely covered by federal depository

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insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated “peak periods” when required coverage is 50%.

*Deposits* – At June 30, 2014, the School’s carrying amount of deposits was \$1,305,167 and the bank balance was \$1,519,566. The bank balance was held in one bank resulting in a concentration of credit risk. Of the bank balance, \$268,019 was covered by federal depository insurance and \$1,251,547 was collateralized with securities held by the pledging financial institutions’ agents in the School’s name.

*Custodial credit risk – investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the school district will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured and the school district's investment policy requires 100% collateralization at all times.

*Investments* – As of June 30, 2014 the School held no investments.

#### General Fixed Assets

The School has not maintained a record of fixed assets used in performance of general governmental operations as required by generally accepted accounting principles. The School has waived compliance until June 30, 2014, in accordance with K.S.A. 75-1120(a).

### **B. Liabilities:**

#### **Long-term Debt**

##### General Obligation Bonds

Kansas Schools are limited to aggregate debt not to exceed 14% of assessed valuation of tangible taxable property within the School. The School's assessed valuation at June 30, 2014 not including motor vehicle valuation was \$ 21,335,971. The resulting debt limit was \$2,987,036.

##### Capital Lease Obligations

Changes in long-term liabilities for the School for the year ended June 30, 2014, were as follows:

<u>Issue</u>	<u>Interest Rate</u>	<u>Date of Issue</u>	<u>Amount of Issue</u>	<u>Date of Final Maturity</u>	<u>Balance Beginning of Year</u>	<u>Additions</u>	<u>Reductions/ Payments</u>	<u>Net Change</u>	<u>Balance end of Year</u>	<u>Interest Paid</u>
<b><u>OUTSTANDING OBLIGATIONS:</u></b>										
<b><u>Capital Leases:</u></b>										
HVAC Equipment	3.96%	5/1/2012	347,994	5/1/2020	310,173		39,319		270,854	12,283
Apple Computers	2.87%	5/9/2013	110,580	5/9/2016	81,751		26,483		55,268	2,346
<b><u>Early Retirement Plan:</u></b>										
Exercised Options					10,438			(5,219)	5,219	
Total Long-Term Debt					402,362	-	65,802	(5,219)	331,341	14,629

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Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

<u>Issue</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019/20</u>	<u>Totals</u>
<u>Principal:</u>						
<u>Capital Leases:</u>						
HVAC Equipment	40,876	42,469	44,176	45,925	97,408	270,854
Apple Computers	27,243	28,025				55,268
Total Principal	<u>68,119</u>	<u>70,494</u>	<u>44,176</u>	<u>45,925</u>	<u>97,408</u>	<u>326,122</u>
<u>Interest:</u>						
<u>Capital Leases:</u>						
HVAC Equipment	10,726	9,132	7,425	5,676	5,829	38,788
Apple Computers	1,586	806				2,392
Total Interest	<u>12,312</u>	<u>9,938</u>	<u>7,425</u>	<u>5,676</u>	<u>5,829</u>	<u>41,180</u>
Total Principal and Interest	<u>80,431</u>	<u>80,432</u>	<u>51,601</u>	<u>51,601</u>	<u>103,237</u>	<u>367,302</u>

*Defined Benefit Pension Plan*

*Plan Description.* The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 75-4901, et seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

*Funding Policy.* K.S.A. 74-4919 and K.S.A. 74-4921 establishes the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate of 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

*Other Post-Employment Benefits*

As provided by K.S.A. 12-5040, the School allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the School is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in this financial statement.

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*Consolidated Omnibus Budget Reconciliation Act (COBRA)*

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the School makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

*Termination Benefits.*

Present policy does not provide an early retirement program for employees. Contract liability under a prior early retirement program are as follows:

<u>Year</u>	<u>2014-15</u>	<u>Total</u>
Amount	5,219	5,219

*Compensated Absences.*

The school district's sick leave policy allows for tenured teachers to accumulate ten days sick leave per year to a maximum of sixty days. The school district pays tenured teachers for unused sick leave at termination or retirement up to a maximum of thirty days at the rate of \$35 per day. In addition, all teachers who have 30 days sick leave at the beginning of each fiscal period will be paid \$35 per day for any unused days accumulated during that fiscal period to a maximum of ten days. These days are still allowed to be accumulated to the maximum of sixty days.

**C. Operating Transfers:**

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Authority</u>	<u>Amount</u>
General Fund	At-Risk (K-12) Fund	K.S.A. 72-6428	\$ 10,000
General Fund	At-Risk (K-12) Fund	K.S.A. 72-6428	18,843
General Fund	Special Education Fund	K.S.A. 72-6428	238,684
General Fund	Contingency Reserve Fund	K.S.A. 72-6428	40,000
General Fund	Vocational Education Fund	K.S.A. 72-6428	5,000
General Fund	Capital Outlay Fund	K.S.A. 72-6428	87,572
Supp. General	Special Education Fund	K.S.A. 72-6433	13,000
Supp. General	At-Risk (4 Year Old) Fund	K.S.A. 72-6433	163,156
Supp. General	Special Education Fund	K.S.A. 72-6433	66,000
Supp. General	Professional Development	K.S.A. 72-6433	10,000
Supp. General	Driver Education	K.S.A. 72-6433	5,000
Supp. General	Food Service Fund	K.S.A. 72-6433	2,000
Supp. General	Vocational Education Fund	K.S.A. 72-6433	

**Note 3 Stewardship, Compliance, and Accountability**

**Compliance with Kansas Cash Basis Law**

Expenditures exceeded unencumbered cash in the following funds:

Low Income ESEA (Title I)	\$ 1,458
Improving Teacher Quality (Title II-A	583
Concurrent Classes	38

Reimbursements were due from the State of Kansas for each of the Title programs.

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**Compliance with Kansas Budget Law**

No violations.

**Compliance with Kansas Depository Security Law**

No violations.

**Note 4**      **In-substance receipt in Transit**

The District received \$154,082 subsequent to June 30, 2014, and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2014. The total of this amount is displayed in the "Composition of Cash" as "Due from State of Kansas".

**Note 5**      **Summary Disclosure of Significant Contingencies**

The School participates in federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the School may be required to reimburse the grantor government. As of June 22, 2015, grant expenditures have not been audited, but the School believes disallowed expenditures or overpayments, if any, will not have a material effect on individual governmental funds or the overall financial position of the School.

During the course of its operations, the School is a party to various claims, legal actions and complaints. It is the opinion of the School's management and legal counsel that these matters are not anticipated to have a material impact on the School.

The School is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The School has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2013 to 2014, and there were no settlements that exceeded insurance coverage in the past three years.

**Note 6**      **Economic Dependency**

The school district is economically dependent on state and federal financial assistance. The revenue from the state and federal governments in relation to total revenues are displayed below for the general fund, supplemental general fund and interest fund and all other funds.

	Total	State		Federal	
	Revenue	Aid	%	Aid	%
General Fund	\$ 1,906,428	1,548,431	81.2		
Supplemental General	519,286	61,365	11.8		
Other Funds	410,658	139,312	33.9	194,632	47.4

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Notes to Financial Statements  
For the Fiscal Year Ended June 30, 2014

**Note 7**      **On Behalf Payments for Fringe Benefits**

The School recognizes as revenues and expenses cash contributions made by the State of Kansas to the Kansas Public Employees Retirement System (KPERS) on behalf of the School's employees. For the year ended June 30, 2014, the State made cash contributions of \$135,534. These contributions are recorded in the School's KPERS Contribution Fund as receipts and expenditures.

The State of Kansas reports these transactions on the cash basis of accounting and does not recognize encumbrances (i.e. commitments for unpaid contributions) as expenditures. Accordingly, the transactions reported in the School's KPERS Contribution Fund does not recognize any amounts due from the State for committed but unpaid contributions as of June 30, 2014. The unrecognized encumbrances at June 30, 2014 are in the amount of \$70,970, and represent the contributions due from the State for the first and second quarters of the 2015 calendar year in the amounts of \$36,562 and \$34,408 respectively.

Unified School District No. 387  
Summary of Expenditures - Actual and Budget  
Regulatory Basis  
For the Year Ended June 30, 2014

Schedule 1

	Certified Budget	Legal Max. Adjustment	Qualified Budget Cr. Adjustment	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Favorable (Unfavorable)
Governmental Type Funds:						
General	\$ 2,061,006	( 157,742)		1,903,264	1,903,264	
Supplemental General	607,400			607,400	607,400	
Special Revenue:						
At Risk (4 Year Old)	25,290			25,290	24,714	576
At Risk (K-12)	199,760			199,760	169,486	30,274
Capital Outlay	600,000			600,000	61,299	538,701
Driver Training	13,600			13,600	819	12,781
Food Service	176,675		3,334	180,009	138,165	41,844
Professional Development	23,670			23,670	2,666	21,004
Special Education	471,400			471,400	337,547	133,853
Vocational Education	106,920		7,247	114,167	31,962	82,205
Gifts and Grants	7,850			7,850	1,313	6,537
KPERS Special Retirement Contribution	141,424			141,424	135,534	5,890
Totals	<u>4,434,995</u>	<u>( 157,742)</u>	<u>10,581</u>	<u>4,287,834</u>	<u>3,414,169</u>	<u>873,665</u>



## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Ad Valorem Taxes	\$	346,936	354,714	348,317	6,397
Delinquent Taxes		3,004	3,272	2,611	661
Reimbursements			11		11
Total Revenue from Local Sources		<u>349,940</u>	<u>357,997</u>	<u>350,928</u>	<u>7,069</u>
Revenue from State Sources					
State Financial Aid		1,371,324	1,304,079	1,209,899	94,180
Mineral Production Tax		5,366	5,669	5,500	169
Special Education Aid		210,180	238,683	336,937	( 98,254)
Total Revenue from State Sources		<u>1,586,870</u>	<u>1,548,431</u>	<u>1,552,336</u>	<u>( 3,905)</u>
Total Cash Receipts		<u>1,936,810</u>	<u>1,906,428</u>	<u>1,903,264</u>	<u>3,164</u>
Expenditures and Transfers					
Instruction					
Certified Salaries		632,975	629,162	650,000	20,838
Non-Certified Salaries		1,267	1,400	1,200	( 200)
Group Insurance		23,437	23,648	23,500	( 148)
Social Security Contributions		47,166	43,472	49,850	6,378
Other Employee Benefits		28,858	19,289	12,000	( 7,289)
Purchased Professional and Technical Services		6,017	12,389	10,000	( 2,389)
Other Miscellaneous Purchased Services		4,004	2,185	4,000	1,815
General Supplies and Materials		60,697	30,067	30,000	( 67)
Textbooks		21,455	190	10,000	9,810
Technology Supplies		1,000	19,736		( 19,736)
Miscellaneous Supplies			625	30,000	29,375
Property ( Equipment & Furnishings)		35,690	3,344	5,000	1,656
Other		15,767	14,478	20,000	5,522
Total Instruction		<u>878,333</u>	<u>799,985</u>	<u>845,550</u>	<u>45,565</u>
Support Services - Students					
Certified Salaries		47,193		48,500	48,500
Group Insurance		3,240	3,480	3,500	20
Social Security Contributions		3,475		3,710	3,710
Other Employee Benefits		1,031	878	1,000	122
Supplies and Materials		436	697	400	( 297)
Other		1,328	1,069	1,200	131
Total Support Services - Students		<u>56,703</u>	<u>6,124</u>	<u>58,310</u>	<u>52,186</u>
Support Services - Instructional Staff					
Certified Salaries				20,000	20,000
Non-Certified Salaries		19,715	13,323		( 13,323)
Social Security Contributions		1,327	1,019	1,530	511
Other Employee Benefits		361	400	350	( 50)
Purchased Professional and Technical Services			1,198		( 1,198)
Other Purchased Services			38	1,200	1,162
Books and Periodicals		90	18	100	82
Miscellaneous Supplies			45	100	55
Total Support Services - Instructional Staff		<u>21,493</u>	<u>16,041</u>	<u>23,280</u>	<u>7,239</u>
Support Services - General Administration					
Purchased Professional and Technical Services		13,912	9,996	14,000	4,004
Purchased Property Services				500	500
Other Purchased Services		3,310	544		( 544)
Insurance Services		772	393	700	307
Communication Services		4,902	4,472	5,500	1,028
Supplies and Materials		4,397	9,564	4,400	( 5,164)
Property ( Equipment & Furnishings)		1,450		2,000	2,000
Other		6,941	20,727	6,900	( 13,827)
Total Support Services - General Administration		<u>35,684</u>	<u>45,696</u>	<u>34,000</u>	<u>( 11,696)</u>

## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Support Services - School Administration					
Certified Salaries	\$	89,981	88,210	115,000	26,790
Non-Certified Salaries		28,088	33,440	30,000	( 3,440)
Group Insurance		4,842	2,880	8,500	5,620
Social Security Contributions		8,906	13,948	11,100	( 2,848)
Other Employee Benefits		6,841	3,117	7,100	3,983
Communication Services		4,252	9,019	4,400	( 4,619)
Other Miscellaneous Purchased Services			432		( 432)
Supplies and Materials		2,917	531	3,000	2,469
Other		1,141	1,250	1,200	( 50)
Total Support Services - School Administration		<u>146,968</u>	<u>152,827</u>	<u>180,300</u>	<u>27,473</u>
Support Services - Plant Operation and Maintenance					
Non-Certified Salaries		73,929	77,243	75,000	( 2,243)
Group Insurance		10,470	9,800	10,500	700
Social Security Contributions		5,354	5,363	5,750	387
Other Employee Benefits		1,419	1,530	1,500	( 30)
Water/Sewer Services (Non-Energy)		10,159	7,842	12,000	4,158
Repairs and Maintenance Services		17,203	37,689	17,000	( 20,689)
Repair of Buildings				20,000	20,000
Insurance Services		24,202	9,655	27,000	17,345
Other Miscellaneous Purchased Services		7,777	7,674	8,000	326
General Supplies and Materials		29,465	27,798	25,000	( 2,798)
Heating		16,936	23,121	20,000	( 3,121)
Electricity		34,390	38,642	40,000	1,358
Motor Fuel		1,142	777	1,200	423
Property ( Equipment & Furnishings)		52,109	65,529	54,000	( 11,529)
Other		639		700	700
Total Support Services - Plant Operation and Maintenance		<u>285,194</u>	<u>312,663</u>	<u>317,650</u>	<u>4,987</u>
Vehicle Operation Services					
Non-Certified Salaries		60,406	62,148	62,000	( 148)
Group Insurance		4,142	4,000	4,650	650
Social Security Contributions		4,293	3,931	4,750	819
Other Employee Benefits		1,165	1,369	1,200	( 169)
Insurance Services		5,601	6,016	5,700	( 316)
Motor Fuel		43,881	41,851	43,000	1,149
Equipment		33,882	23,643		( 23,643)
Total Vehicle Operation Services		<u>153,370</u>	<u>142,958</u>	<u>121,300</u>	<u>( 21,658)</u>
Vehicle Servicing and Maintenance Services					
Purchased Professional and Technical Services		13,643	17,766	15,000	( 2,766)
Supplies and Materials		3,673	1,982	4,000	2,018
Other		1,156	1,342	1,200	( 142)
Total Vehicle Servicing and Maintenance Services		<u>18,472</u>	<u>21,090</u>	<u>20,200</u>	<u>( 890)</u>
Other Student Transportation Services					
Supplies and Materials			90		( 90)
Other		1,960	1,541	2,000	459
Total Other Student Transportation Services		<u>1,960</u>	<u>1,631</u>	<u>2,000</u>	<u>369</u>
Fund Transfers					
Capital Outlay		35,092	91,723		( 91,723)
Food Service		5,383			
Special Education		210,180	238,683	336,937	98,254
Vocational Education		15,079	5,000	28,089	23,089
Contingency Reserve		23,500	40,000		( 40,000)
At Risk (4yr Old)			10,000		( 10,000)
At Risk (K-12)		50,011	18,843	93,390	74,547
Total Fund Transfers		<u>339,245</u>	<u>404,249</u>	<u>458,416</u>	<u>54,167</u>
Budget Adjustments					
Legal Max Adjustment				( 157,742)	( 157,742)
Total Expenditures and Transfers		<u>1,937,422</u>	<u>1,903,264</u>	<u>1,903,264</u>	

## General Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Receipts Over (Under)				
Expenditures and Transfers	\$ (	612)	3,164	
Unencumbered Cash, Beginning		610	104	
Prior Year Encumbrances Cancelled		106	22,913	
Unencumbered Cash, Ending		104	26,181	

Unified School District No. 387  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Ad Valorem Taxes	\$ 398,694	404,079	393,085	10,994
Delinquent Taxes	6,014	6,050	3,027	3,023
Total Revenue from Local Sources	404,708	410,129	396,112	14,017
Revenue from County Sources				
Motor Vehicle Tax	47,004	47,037	51,485	( 4,448)
Recreational Vehicle Tax	606	755	760	( 5)
Total Revenue from County Sources	47,610	47,792	52,245	( 4,453)
Revenue from State Sources				
Supplemental State Aid		61,365	60,359	1,006
Total Cash Receipts	452,318	519,286	508,716	10,570
Expenditures and Transfers				
Instruction				
Certified Salaries		38,013		( 38,013)
Group Insurance		405		( 405)
Social Security Contributions		2,786		( 2,786)
Other Employee Benefits		236		( 236)
Purchased Professional and Technical Services	8,216		8,300	8,300
Other Miscellaneous Purchased Services		11,323		( 11,323)
General Supplies and Materials	15,998	42,137	10,000	( 32,137)
Technology Supplies	2,073		3,000	3,000
Miscellaneous Supplies		241		( 241)
Property ( Equipment & Furnishings)	11,246		5,000	5,000
Other	3,745	14,582	3,700	( 10,882)
Total Instruction	41,278	109,723	30,000	( 79,723)
Support Services - Students				
Purchased Professional and Technical Services	18,610		19,000	19,000
Support Services - Instructional Staff				
Purchased Professional and Technical Services	2,900	6,128	2,900	( 3,228)
Technology Supplies		1,670		( 1,670)
Total Support Services - Instructional Staff	2,900	7,798	2,900	( 4,898)
Support Services - General Administration				
Certified Salaries	45,644	66,280	66,605	325
Non-Certified Salaries	67,986	53,660	68,000	14,340
Group Insurance	8,847	6,412	9,000	2,588
Social Security Contributions	8,426	9,172	10,300	1,128
Other Employee Benefits	12,554	17,845	20,000	2,155
Purchased Professional and Technical Services	5,707	815	6,000	5,185
Other Miscellaneous Purchased Services	214	1,038	300	( 738)
Property ( Equipment & Furnishings)	86			
Other	1,927		2,000	2,000
Total Support Services - General Administration	151,391	155,222	182,205	26,983
Support Services - School Administration				
Certified Salaries		63,000		( 63,000)
Support Services - Plant Operation and Maintenance				
Purchased Property Services	1,092	4,703		( 4,703)
Repair of Buildings			363,027	363,027
Other Purchased Property Services		1,135	1,000	( 135)
Supplies and Materials	2,931	64		( 64)
General Supplies and Materials			3,000	3,000
Electricity		21		( 21)
Property ( Equipment & Furnishings)		6,577		( 6,577)
Total Support Services - Plant Operation and Maintenance	4,023	12,500	367,027	354,527

Unified School District No. 387  
Supplemental General Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Fund Transfers				
Driver Training	\$		5,000	( 5,000)
Food Service		14,000	2,000	( 2,000)
Professional Development			10,000	( 10,000)
Special Education		47,000	66,000	( 66,000)
Vocational Education		40,000		
At Risk (4yr Old)		15,000	13,000	( 13,000)
At Risk (K-12)		117,000	163,157	( 156,889)
Total Fund Transfers		<u>233,000</u>	<u>259,157</u>	<u>( 252,889)</u>
Total Expenditures and Transfers		<u>451,202</u>	<u>607,400</u>	<u>607,400</u>
Receipts Over (Under)				
Expenditures and Transfers		1,116	( 88,114)	
Unencumbered Cash, Beginning		97,568	98,901	
Prior Year Encumbrances Cancelled		<u>217</u>	<u>1,131</u>	
Unencumbered Cash, Ending		<u>98,901</u>	<u>11,918</u>	

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$	243		
Operating Transfers				
Transfer from General Fund			10,000	10,000
Transfer from Supplemental General Fund		14,999	13,001	13,001
Total Operating Transfers		14,999	23,001	23,001
Total Cash Receipts		15,242	23,001	23,001
Expenditures and Transfers				
Instruction				
Certified Salaries		4,362	18,593	5,000 ( 13,593)
Non-Certified Salaries		1,069		1,300 1,300
Group Insurance		3,730		4,000 4,000
Social Security Contributions		1,703		1,900 1,900
Other Employee Benefits		77	138	90 ( 48)
Total Instruction		10,941	18,731	12,290 ( 6,441)
Vehicle Operation Services				
Non-Certified Salaries		6,309	431	6,500 6,069
Group Insurance		718	640	( 640)
Social Security Contributions		447	400	( 400)
Other Employee Benefits		116	176	500 324
Motor Fuel		5,654	4,336	( 4,336)
Other				6,000 6,000
Total Vehicle Operation Services		13,244	5,983	13,000 7,017
Total Expenditures and Transfers		24,185	24,714	25,290 576
Receipts Over (Under)				
Expenditures and Transfers	(	8,943)	( 1,713)	
Unencumbered Cash, Beginning		48,741	39,798	
Unencumbered Cash, Ending		39,798	38,085	

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Operating Transfers				
Transfer from General Fund	\$ 50,011	18,843	93,390	( 74,547)
Transfer from Supplemental General Fund	116,999	163,156	6,268	156,888
Total Cash Receipts	<u>167,010</u>	<u>181,999</u>	<u>99,658</u>	<u>82,341</u>
Expenditures and Transfers				
Instruction				
Certified Salaries	137,402	122,596	145,000	22,404
Non-Certified Salaries	25,738	26,490	27,000	510
Group Insurance	7,830	5,341	8,500	3,159
Social Security Contributions	12,279	10,868	13,200	2,332
Other Employee Benefits	3,412	3,307	3,700	393
General Supplies and Materials	441		1,000	1,000
Miscellaneous Supplies		146		( 146)
Total Instruction	<u>187,102</u>	<u>168,748</u>	<u>198,400</u>	<u>29,652</u>
Vehicle Operation Services				
Non-Certified Salaries	645	683	700	17
Employee Benefits			60	60
Social Security Contributions	51	52		( 52)
Other Employee Benefits	5	3		( 3)
Motor Fuel	551			
Other			600	600
Total Vehicle Operation Services	<u>1,252</u>	<u>738</u>	<u>1,360</u>	<u>622</u>
Total Expenditures and Transfers	<u>188,354</u>	<u>169,486</u>	<u>199,760</u>	<u>30,274</u>
Receipts Over (Under)				
Unencumbered Cash, Beginning				
Expenditures and Transfers	( 21,344)	12,513		
Unencumbered Cash, Beginning	<u>121,445</u>	<u>100,101</u>		
Unencumbered Cash, Ending	<u>100,101</u>	<u>112,614</u>		

Capital Outlay Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Earnings on Investments	\$	3,420	1,549	3,500	( 1,951)
Other Revenue From Local Sources		10,950	2,368	20,000	( 17,632)
Total Revenue from Local Sources		<u>14,370</u>	<u>3,917</u>	<u>23,500</u>	<u>( 19,583)</u>
Operating Transfers					
Transfer from General Fund		35,092	91,724		91,724
Total Cash Receipts		<u>49,462</u>	<u>95,641</u>	<u>23,500</u>	<u>72,141</u>
Expenditures and Transfers					
Instruction					
Property ( Equipment & Furnishings)		<u>23,959</u>	<u>14,415</u>	<u>100,000</u>	<u>85,585</u>
Support Services - Plant Operation and Maintenance					
Property ( Equipment & Furnishings)		<u>19,126</u>	<u>1,210</u>	<u>239,000</u>	<u>237,790</u>
Student Transportation Services					
Property ( Equipment & Furnishings)				<u>156,000</u>	<u>156,000</u>
Vehicle Operation Services					
Supplies and Materials			16		( 16)
Property ( Equipment & Furnishings)		<u>28,350</u>			
Total Vehicle Operation Services		<u>28,350</u>	<u>16</u>		<u>( 16)</u>
Facilities Acquisition and Construction Services					
Construction Services (Outside Contractors)		313	4,635		( 4,635)
Site Improvement Services		3,500	8,800		( 8,800)
Building Repair and Remodeling		<u>10,061</u>	<u>32,223</u>	<u>105,000</u>	<u>72,777</u>
Total Facilities Acquisition and Construction Services		<u>13,874</u>	<u>45,658</u>	<u>105,000</u>	<u>59,342</u>
Total Expenditures and Transfers		<u>85,309</u>	<u>61,299</u>	<u>600,000</u>	<u>538,701</u>
Receipts Over (Under)					
Expenditures and Transfers	(	35,847)	34,342		
Unencumbered Cash, Beginning		<u>617,124</u>	<u>581,277</u>		
Unencumbered Cash, Ending		<u>581,277</u>	<u>615,619</u>		



Driver Training Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
		Prior Year Actual	Current Year Actual	Budget
				Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Other Revenue From Local Sources	\$	444	400	400
Revenue from State Sources				
Other State Aid		1,024	510	( 180)
Operating Transfers				
Transfer from Supplemental General Fund			5,000	5,000
Total Cash Receipts		1,468	5,910	5,220
Expenditures and Transfers				
Instruction				
Certified Salaries		720	720	3,500
Social Security Contributions		55	55	300
Other Employee Benefits		27	44	( 44)
General Supplies and Materials		675		2,000
Total Instruction		1,477	819	5,800
Vehicle Operation and Maintenance Services				
Equipment and Vehicle Services				1,500
Motor Fuel		141		1,500
Property ( Equipment & Furnishings)				4,800
Total Vehicle Operation and Maintenance Services		141		7,800
Total Expenditures and Transfers		1,618	819	13,600
Receipts Over (Under)				
Expenditures and Transfers	(	150)	5,091	
Unencumbered Cash, Beginning		13,122	12,972	
Unencumbered Cash, Ending		12,972	18,063	

## Food Service Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Earnings on Investments	\$ 108	49		49
Student Sales	25,239	26,444	26,762	( 318)
Adults and Non-Reimbursable Programs	9,124	6,147	10,882	( 4,735)
Other Revenue From Local Sources		1,481		1,481
Total Revenue from Local Sources	<u>34,471</u>	<u>34,121</u>	<u>37,644</u>	<u>( 3,523)</u>
Revenue from State Sources				
Other State Aid	<u>1,322</u>	<u>1,083</u>	<u>1,143</u>	<u>( 60)</u>
Revenue from Federal Sources				
Passed Through State of Kansas	<u>94,373</u>	<u>91,109</u>	<u>87,775</u>	<u>3,334</u>
Operating Transfers				
Transfer from General Fund	5,383			
Transfer from Supplemental General Fund	<u>14,000</u>	<u>2,000</u>		<u>2,000</u>
Total Operating Transfers	<u>19,383</u>	<u>2,000</u>		<u>2,000</u>
Total Cash Receipts	<u>149,549</u>	<u>128,313</u>	<u>126,562</u>	<u>1,751</u>
Expenditures and Transfers				
Support Services - Plant Operation and Maintenance				
Non-Certified Salaries	7,845	5,485	8,000	2,515
Social Security Contributions	595	374	625	251
Other Employee Benefits	147	297	150	( 147)
Other Purchased Services		412		( 412)
Total Support Services - Plant Operation and Maintenance	<u>8,587</u>	<u>6,568</u>	<u>8,775</u>	<u>2,207</u>
Food Service Operations				
Non-Certified Salaries	59,990	62,157	62,000	( 157)
Social Security Contributions	4,599	4,755	4,750	( 5)
Other Employee Benefits	1,197	1,374	1,200	( 174)
Food and Milk	69,828	54,091	85,000	30,909
Miscellaneous Supplies	3,508	3,163	4,000	837
Property ( Equipment & Furnishings)	2,680	1,136	5,950	4,814
Other	<u>4,162</u>	<u>4,921</u>	<u>5,000</u>	<u>79</u>
Total Food Service Operations	<u>145,964</u>	<u>131,597</u>	<u>167,900</u>	<u>36,303</u>
Budget Credit Adjustment			3,334	3,334
Total Expenditures and Transfers	<u>154,551</u>	<u>138,165</u>	<u>180,009</u>	<u>41,844</u>
Receipts Over (Under)				
Expenditures and Transfers	( 5,002)	( 9,852)		
Unencumbered Cash, Beginning	55,189	50,187		
Prior Year Encumbrances Cancelled		37		
Unencumbered Cash, Ending	<u>50,187</u>	<u>40,372</u>		

Unified School District No. 387  
Professional Development Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Operating Transfers					
Transfer from Supplemental General Fund	\$	<u>1</u>	<u>10,001</u>		<u>10,001</u>
Total Cash Receipts		<u>1</u>	<u>10,001</u>		<u>10,001</u>
Expenditures and Transfers					
Support Services - Instructional Staff					
Certified Salaries				10,000	10,000
Group Insurance				2,000	2,000
Social Security Contributions				770	770
Purchased Property Services				9,400	9,400
Other Purchased Services			234		( 234)
Miscellaneous Supplies			135		( 135)
Other		<u>2,648</u>	<u>2,297</u>	<u>1,500</u>	<u>( 797)</u>
Total Expenditures and Transfers		<u>2,648</u>	<u>2,666</u>	<u>23,670</u>	<u>21,004</u>
Receipts Over (Under)					
Expenditures and Transfers	(	2,647)	7,335		
Unencumbered Cash, Beginning		26,395	23,819		
Prior Year Encumbrances Cancelled		<u>71</u>			
Unencumbered Cash, Ending		<u>23,819</u>	<u>31,154</u>		

## Special Education Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Prior Year Actual	Current Year		Variance Favorable (Unfavor)
			Current Year Actual	Budget	
Cash Receipts					
Revenue from Local Sources					
Other Revenue From Local Sources	\$	4,956	8,734		8,734
Operating Transfers					
Transfer from General Fund		210,181	238,684	336,937	( 98,253)
Transfer from Supplemental General Fund		47,000	66,000		66,000
Total Operating Transfers		257,181	304,684	336,937	( 32,253)
Total Cash Receipts		262,137	313,418	336,937	( 23,519)
Expenditures and Transfers					
Instruction					
Certified Salaries		1,454		1,600	1,600
Group Insurance		1,243		1,300	1,300
Social Security Contributions		541		600	600
LEA Payments to COOP (Local Share)		69,953	95,819	125,000	29,181
LEA Payments to COOP (Flowthrough)		198,891	238,683	325,000	86,317
General Supplies and Materials		706		1,000	1,000
Miscellaneous Supplies		355		500	500
Property ( Equipment & Furnishings)		860		1,000	1,000
Total Instruction		274,003	334,502	456,000	121,498
Vehicle Operation Services					
Non-Certified Salaries		4,366	1,859	10,000	8,141
Social Security Contributions		343	142	800	658
Other Employee Benefits		125	169	150	( 19)
Insurance Services		379	336	400	64
Supplies and Materials			386		( 386)
Motor Fuel		2,392	112	3,000	2,888
Total Vehicle Operation Services		7,605	3,004	14,350	11,346
Vehicle Servicing and Maintenance Services					
Purchased Professional and Technical Services		586		600	600
Supplies and Materials		289			
Other				300	300
Total Vehicle Servicing and Maintenance Services		875		900	900
Other Student Transportation Services					
Other		112	41	150	109
Total Expenditures and Transfers		282,595	337,547	471,400	133,853
Receipts Over (Under)					
Expenditures and Transfers	(	20,458)	(	24,129)	
Unencumbered Cash, Beginning		276,750	256,292		
Unencumbered Cash, Ending		256,292	232,163		

## Vocational Education Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Reimbursements	\$ 441			
Other Sources				
Reimbursements	529	7,247		7,247
Operating Transfers				
Transfer from General Fund	15,079	5,000	28,089	( 23,089)
Transfer from Supplemental General Fund	40,001			
Total Operating Transfers	55,080	5,000	28,089	( 23,089)
Total Cash Receipts	56,050	12,247	28,089	( 15,842)
Expenditures and Transfers				
Instruction				
Certified Salaries	44,129	16,966	60,000	43,034
Group Insurance	4,536	1,367	4,800	3,433
Social Security Contributions	3,269	1,489	4,600	3,111
Other Employee Benefits	1,068	963	1,100	137
Purchased Professional and Technical Services		4,241		( 4,241)
Other Miscellaneous Purchased Services	55	131	200	69
General Supplies and Materials	4,287	1,803	3,000	1,197
Textbooks	1,040		500	500
Miscellaneous Supplies			7,000	7,000
Property ( Equipment & Furnishings)	962	1,107	500	( 607)
Total Instruction	59,346	28,067	81,700	53,633
Support Services - Plant Operation and Maintenance				
Other Purchased Services	420	175	420	245
Heating	1,374	2,225	1,500	( 725)
Electricity	3,139	1,495	3,300	1,805
Other			2,000	2,000
Total Support Services - Plant Operation and Maintenance	4,933	3,895	7,220	3,325
Student Transportation Services				
Non-Certified Salaries			13,000	13,000
Motor Fuel			5,000	5,000
Total Student Transportation Services			18,000	18,000
Budget Credit Adjustment			7,247	7,247
Total Expenditures and Transfers	64,279	31,962	114,167	82,205
Receipts Over (Under)				
Operating Transfers				
Unencumbered Cash, Beginning				
Operating Transfers				
Expenditures and Transfers	( 8,229)	( 19,715)		
Unencumbered Cash, Beginning	87,060	78,831		
Unencumbered Cash, Ending	78,831	59,116		

## Gifts and Grants Fund

## Schedule of Receipts and Expenditures - Actual and Budget

## Regulatory Basis

For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year		
		Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from Local Sources				
Earnings on Investments	\$ 45	50		50
Donations	356	318	1,000	( 682)
Total Cash Receipts	<u>401</u>	<u>368</u>	<u>1,000</u>	<u>( 632)</u>
Expenditures and Transfers				
Support Services - Instructional Staff				
Supplies and Materials	599			
Books and Periodicals		1,112		( 1,112)
Technology Supplies	75		7,850	7,850
Miscellaneous Supplies	149	21		( 21)
Total Support Services - Instructional Staff	<u>823</u>	<u>1,133</u>	<u>7,850</u>	<u>6,717</u>
Food Service Operations				
Food and Milk	257	180		( 180)
Total Expenditures and Transfers	<u>1,080</u>	<u>1,313</u>	<u>7,850</u>	<u>6,537</u>
Receipts Over (Under)				
Expenditures and Transfers	( 679)	( 945)		
Unencumbered Cash, Beginning	<u>7,549</u>	<u>6,870</u>		
Unencumbered Cash, Ending	<u>6,870</u>	<u>5,925</u>		

Unified School District No. 387  
KPERs Special Retirement Contribution Fund  
Schedule of Receipts and Expenditures - Actual and Budget  
Regulatory Basis

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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

		Current Year		
	Prior Year Actual	Current Year Actual	Budget	Variance Favorable (Unfavor)
Cash Receipts				
Revenue from State Sources				
Other State Aid	\$ 116,879	135,534	141,424	( 5,890)
Total Cash Receipts	<u>116,879</u>	<u>135,534</u>	<u>141,424</u>	<u>( 5,890)</u>
Expenditures and Transfers				
Instruction				
Employee Benefits	<u>74,686</u>	<u>88,097</u>	<u>86,831</u>	<u>( 1,266)</u>
Support Services - Students				
Employee Benefits	<u>5,143</u>	<u>5,421</u>	<u>4,547</u>	<u>( 874)</u>
Support Services - Instructional Staff				
Employee Benefits	<u>1,519</u>	<u>2,711</u>	<u>2,813</u>	<u>102</u>
Support Services - General Administration				
Employee Benefits	<u>5,727</u>	<u>8,132</u>	<u>12,620</u>	<u>4,488</u>
Support Services - School Administration				
Employee Benefits	<u>9,350</u>	<u>10,843</u>	<u>13,594</u>	<u>2,751</u>
Support Services - Plant Operation and Maintenance				
Employee Benefits	<u>8,065</u>	<u>8,132</u>	<u>7,781</u>	<u>( 351)</u>
Student Transportation Services				
Employee Benefits	<u>6,662</u>	<u>6,777</u>	<u>7,425</u>	<u>648</u>
Food Service Operations				
Employee Benefits	<u>5,727</u>	<u>5,421</u>	<u>5,813</u>	<u>392</u>
Total Expenditures and Transfers	<u>116,879</u>	<u>135,534</u>	<u>141,424</u>	<u>5,890</u>
Receipts Over (Under)				
Expenditures and Transfers				
Unencumbered Cash, Beginning	<u>          </u>	<u>          </u>		
Unencumbered Cash, Ending	<u>          </u>	<u>          </u>		

Unified School District No. 387  
Contingency Reserve Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

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For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Operating Transfers		
Transfer from General Fund	\$ 23,500	40,000
Total Cash Receipts	<u>23,500</u>	<u>40,000</u>
Expenditures and Transfers		
Instruction		
Property ( Equipment & Furnishings)	22,347	14,415
Support Services - Plant Operation and Maintenance		
Property ( Equipment & Furnishings)	45,850	45,850
Total Expenditures and Transfers	<u>22,347</u>	<u>60,265</u>
Receipts Over (Under)		
Expenditures and Transfers	1,153	( 20,265 )
Unencumbered Cash, Beginning	<u>176,715</u>	<u>177,868</u>
Unencumbered Cash, Ending	<u><u>177,868</u></u>	<u><u>157,603</u></u>



Unified School District No. 387  
Textbook Rental Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Student Fees	\$	5,973
Total Cash Receipts		5,973
Expenditures and Transfers		
None		
Receipts Over (Under)		
Expenditures and Transfers		5,973
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		5,973

Unified School District No. 387  
21st Century Community Learning Centers Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
None	\$	
Expenditures and Transfers		
None		
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	<u>1</u>	<u>1</u>
Unencumbered Cash, Ending	<u><u>1</u></u>	<u><u>1</u></u>

Unified School District No. 387  
Rural Education Achievement Program Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Direct From Federal Government	\$ 8,714	4,352
Total Cash Receipts	<u>8,714</u>	<u>4,352</u>
Expenditures and Transfers		
Instruction		
Purchased Professional and Technical Services	8,714	4,352
Total Expenditures and Transfers	<u>8,714</u>	<u>4,352</u>
Receipts Over (Under)		
Expenditures and Transfers		
Unencumbered Cash, Beginning	<u>          </u>	<u>          </u>
Unencumbered Cash, Ending	<u>          </u>	<u>          </u>

Unified School District No. 387  
Low Income ESEA (Title I) Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

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For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Passed Through State of Kansas	\$ 70,240	75,601
Total Cash Receipts	<u>70,240</u>	<u>75,601</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	41,593	43,694
Non-Certified Salaries		12,388
Group Insurance	3,240	2,880
Social Security Contributions	2,954	3,935
Other Employee Benefits	274	407
Purchased Professional and Technical Services	13,477	1,805
Other Purchased Services	716	91
Supplies and Materials	13,065	3,230
General Supplies and Materials	211	
Other	1,200	200
Total Instruction	<u>76,730</u>	<u>68,630</u>
Support Services - Students		
Other Purchased Services		2,163
Total Expenditures and Transfers	<u>76,730</u>	<u>70,793</u>
Receipts Over (Under)		
Expenditures and Transfers	( 6,490)	4,808
Unencumbered Cash, Beginning		( 6,490)
Prior Year Encumbrances Cancelled		224
Unencumbered Cash, Ending	<u>( 6,490)</u>	<u>( 1,458)</u>

Unified School District No. 387  
Improving Teacher Quality (Title II-A) Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014  
(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Federal Sources		
Passed Through State of Kansas	\$ 20,469	23,570
Total Cash Receipts	<u>20,469</u>	<u>23,570</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	3,396	
Social Security Contributions	253	
Other Employee Benefits	21	1,354
Purchased Professional and Technical Services	11,487	11,537
Other Purchased Services	3,947	6,107
General Supplies and Materials		121
Other	800	3,871
Total Expenditures and Transfers	<u>19,904</u>	<u>22,990</u>
Receipts Over (Under)		
Expenditures and Transfers	565	580
Unencumbered Cash, Beginning	( 1,728 )	( 1,163 )
Unencumbered Cash, Ending	<u>( 1,163 )</u>	<u>( 583 )</u>

Unified School District No. 387  
Concurrent Classes Fund  
Schedule of Cash Receipts and Expenditures - Actual  
Regulatory Basis

Schedule 2  
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For the Year Ended June 30, 2014

(With Comparative Actual Totals for the Prior Year Ended June 30, 2013)

	Prior Year Actual	Current Year Actual
Cash Receipts		
Revenue from Local Sources		
Other Revenue From Local Sources	\$ 4,504	3,800
Total Cash Receipts	<u>4,504</u>	<u>3,800</u>
Expenditures and Transfers		
Instruction		
Certified Salaries	4,504	3,624
Social Security Contributions		201
Other Employee Benefits		13
Total Expenditures and Transfers	<u>4,504</u>	<u>3,838</u>
Receipts Over (Under)		
Expenditures and Transfers		( 38)
Unencumbered Cash, Beginning		
Unencumbered Cash, Ending		<u>( 38)</u>

Altoona, Kansas

District Activity Funds

## Statement of Cash Receipts, Expenditures and Unencumbered Cash

For the Year Ended June 30, 2014

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Student Organization Funds:				
Middle School:				
Student Council	\$ 254	387	305	336
Forensics	774	705	1,327	152
Music Club	433			433
High School:				
Class of '13	102			102
Class of '14	1,651	8,842	10,373	120
Class of '15	2,458	4,570	3,788	3,240
Class of '16	702	2,766	1,723	1,745
Class of '17		80		80
Cheerleader	1,229	2,884	3,248	865
Music/Band	1,959	2,664	2,271	2,352
KAYS	378	614	790	202
Kay Wall of Honor	543		6	537
Student Council Jet Pride		1,939	1,743	196
Student Council	3	702	617	88
FFA	1,324	4,656	4,968	1,012
Forensics	270			270
Drill Team	16			16
Art Club	261	20		281
Family Consumer Science	166			166
FCCLA	284			284
Wrestler Scholarship	280			280
National Honor Society	15	326	341	
Science Club	272	1,000	665	607
Total Student Organizations	13,374	32,155	32,165	13,364
Other Agency Funds:				
Board Funds:				
Clearing	2,462	69	3,033	(502)
Agency	14,797	133,803	146,357	2,243
Middle School:				
Sales Tax	1	-	-	1
Total Other Agency Funds:	17,260	133,872	149,390	1,742
Total Agency Funds	30,634	166,027	181,555	15,106

Unified School District No. 387

Schedule 4

Altoona, Kansas

District Activity Funds

Statement of Cash Receipts, Expenditures and Unencumbered Cash

For the Year Ended June 30, 2014

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Add Outstanding Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
<u>Gate Receipts:</u>						
Middle School: Athletics	\$ 902			902		902
High School: Athletics		4,651	4,651			
Volleyball		1,852	1,473	379		379
Subtotal Gate Receipts	902	6,503	6,124	1,281	-	1,281
<u>Special Projects:</u>						
Middle School: Partners in Education	504			504		504
High School: Library	352	17		369		369
Yearbook		6,783	6,221	562		562
Clearing	141	24	63	102		102
Football	111	30		141		141
Softball		470	269	201		201
Basketball		509	6	503		503
Kansas Beef Account	25			25		25
Subtotal Special Projects	1,133	7,833	6,559	2,407	-	2,407
Total District Activity Funds	2,035	14,336	12,683	3,688	-	3,688